10-1196\$ aspn1:13-cv-305902-FIKG о Розунтепь 16-8 d 5i495955164157; 27-age Mainf 26 cument Pg 23 of 24

WHEREFORE, for the reasons set forth herein, the Liquidating Trustee respectfully requests that the Court enter an order, substantially in the form annexed hereto as **Exhibit A**, (i) enjoining prosecution of the State Court Action against the Debtor Defendants; (ii) declaring the State Court Action void *ab initio* as against the Debtor Defendants; (iii) granting the Liquidating Trustee his costs and attorneys' fees incurred in connection with this Motion and other efforts to enforce the Plan Injunction with respect to the State Court Action; and grant such other and further relief as may be appropriate.

Dated: July 29, 2013 New York, New York

/s/ David H. Botter

AKIN GUMP STRAUSS HAUER & FELD LLP David H. Botter
Sarah Link Schultz (admitted pro hac vice)
Ashleigh L. Blaylock
One Bryant Park
New York, New York 10036
(212) 872-1000 (Telephone)
(212) 872-1002 (Facsimile)

Counsel to the Liquidating Trustee

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Exhibit Index

Exhibit A	Proposed Order
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Exhibit F	
Exhibit G	June 7 Letter
Exhibit H	
Exhibit I	
Exhibit J	Show Cause Affirmation in the State Court Action

EXHIBIT A

Proposed Order

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SOUTHERN DISTRICT OF NEW YORK		
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In re:	;	Chapter 11
	ş	
SAINT VINCENTS CATHOLIC MEDICAL		Case No. 10-11963 (CGM)
CENTERS OF NEW YORK, et al.,		
Debtors.	1	Jointly Administered
	:	
	X	

TRIPPONE CONTRACTOR CO

ORDER ENFORCING THE PLAN INJUNCTION

Upon the motion (the "Motion"), ² of Eugene I. Davis, as trustee (the "Liquidating Trustee") of Saint Vincents Catholic Medical Centers of New York Liquidating Trust under the Debtors' Second Amended Joint Chapter 11 Plan, dated as of June 21, 2012 (the "Plan"), seeking entry of an order (i) enjoining the Plaintiff from taking any action to prosecute the State Court Action against the Debtor Defendants; (ii) declaring as void ab initio the State Court Action as against the Debtor Defendants; and (iii) awarding the Liquidating Trustee his costs and attorneys' fees incurred in connection with this Motion and other efforts to enforce the Plan Injunction, all as more fully set forth in the Motion; the Court finding that (a) the Court has jurisdiction over this matter pursuant to 28 U.S.C. §§ 157 and 1334 and section 12.1 of the Plan, (b) this is a core proceeding pursuant to 28 U.S.C. § 157(b)(2) and the Amended Standing Order M-431 of Referral of Cases to Bankruptcy Court Judges of the District Court for the Southern District of New York, dated January 31, 2012 (Preska, Acting C.J.); and (c) notice of the Motion

¹ In addition to SVCMC, the Debtors in these cases were as follows: (i) 555 6th Avenue Apartment Operating Corporation; (ii) Bishop Francis J. Mugavero Center for Geriatric Care, Inc.; (iii) Chait Housing Development Corporation; (iv) Fort Place Housing Corporation; (v) Pax Christi Hospice, Inc.; (vi) Sisters of Charity Health Care System Nursing Home, Inc. d/b/a St. Elizabeth Ann's Health Care & Rehabilitation Center; (vii) St. Jerome's Health Services Corporation d/b/a Holy Family Home; and (viii) SVCMC Professional Registry, Inc. (collectively, the "Debtors"). There are certain affiliates of SVCMC who were not Debtors.

² Capitalized terms not otherwise defined herein have the meanings given to them in the Motion.

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being sufficient under the circumstances and in full compliance with the requirements of the

Bankruptcy Code and the Bankruptcy Rules; and the Court having determined that the legal and

factual bases set forth in the Motion establish just cause for the relief granted herein;

IT IS HEREBY ORDERED THAT:

1. The Motion is GRANTED in its entirety.

2. The Plaintiff is hereby enjoined from taking any action to prosecute the State

Court Action against the Debtor Defendants.

3. The State Court Action is hereby declared void ab initio as against the Debtor

Defendants.

4. The Liquidating Trustee is awarded his costs and attorneys' fees incurred in

connection with the preparation of this Motion and all efforts by the Liquidating Trustee to

enforce the terms of the Plan Injunction in connection with the State Court Action (including,

without limitation, attorneys' fees incurred in communication with the Plaintiff and/or her

attorneys).

5. The Court shall retain jurisdiction over any and all issues arising from or related

to this Order.

Dated:

August ______, 2013

New York, New York

THE HONORABLE CECELIA G. MORRIS

CHIEF UNITED STATES BANKRUPTCY JUDGE

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EXHIBIT B

Lenane Declaration

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AKIN GUMP STRAUSS HAUER & FELD LLP David H. Botter
Sarah Link Schultz (admitted pro hac vice)
Ashleigh L. Blaylock
One Bryant Park
New York, New York 10036
Telephone: (212) 872-1000
Facsimile: (212) 872-1002

Counsel for the Liquidating Trustee

UNITED STATES BANKRUPTCY COURT SOUTHERN DISTRICT OF NEW YORK

In re:

Chapter 11

SAINT VINCENTS CATHOLIC MEDICAL
CENTERS OF NEW YORK, et al.,

Debtors.

Z

Chapter 11

Case No. 10-11963 (CGM)

DECLARATION OF TIMOTHY J. LENANE IN SUPPORT OF THE LIQUIDATING TRUSTEE'S MOTION TO ENFORCE THE PLAN INJUNCTION

- I, Timothy J. Lenane, hereby declare under penalty of perjury, pursuant to 28 U.S.C. § 1746, that the following is true and correct to the best of my knowledge, information and belief:
- I am the Corporate Director of Claims (the "<u>Director</u>") for Post-Effective Date
 Saint Vincents Catholic Medical Centers of New York ("<u>PED SVCMC</u>"). PED SVCMC
 maintains offices at 450 West 33rd Street, Mezzanine Level, New York, NY 10001.

In addition to Saint Vincents Catholic Medical Centers of New York ("SVCMC"), the Debtors in these cases were as follows: (i) 555 6th Avenue Apartment Operating Corporation; (ii) Bishop Francis J. Mugavero Center for Geriatric Care, Inc.; (iii) Chait Housing Development Corporation; (iv) Fort Place Housing Corporation; (v) Pax Christi Hospice, Inc.; (vi) Sisters of Charity Health Care System Nursing Home, Inc. d/b/a St. Elizabeth Ann's Health Care & Rehabilitation Center; (vii) St. Jerome's Health Services Corporation d/b/a Holy Family Home; and (viii) SVCMC Professional Registry, Inc. (collectively, the "Debtors"). There are certain affiliates of SVCMC who were not Debtors.

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- 2. I have served as the Director since January 2010. My current duties as Director include, among others, determining the availability of insurance coverage for newly instituted actions against SVCMC, the Debtors and other related entities, assigning outside counsel where appropriate and monitoring the progress of said actions.
- 3. I submit this declaration in support of the Liquidating Trustee's Motion to Enforce the Plan Injunction (the "Motion").² I have personally reviewed a draft of the Motion and arn familiar with the information contained therein.
- 4. The statements in this declaration are, except where specifically noted, based on my personal knowledge or opinion, on information I received from PED SVCMC employees working directly with me or under my supervision, direction or control, or from SVCMC's records maintained in the ordinary course of business. If I were called upon to testify, I could and would testify competently to the facts set forth herein. I am authorized to submit this declaration of behalf of PED SVCMC.
- 5. I understand that Elaine Garvey (the "Plaintiff"), as administratrix of the estate of Ronald Brophy (the "Decedent"), deceased, has initiated an action (the "State Court Action") in the Supreme Court of the State of New York, County of Kings against at least ten parties, including Holy Family Home and SVCMC.
- For the reasons discussed below, no insurance is available to cover the claims asserted in the State Court Action with regard to SVCMC or Holy Family Home.
- 7. SVCMC sold Holy Family Home to KFG Operating Two, LLC during the Debtors' chapter 11 cases. The sale closed on January 20, 2012. Upon closing the sale, SVCMC terminated the insurance coverage it maintained for Holy Family Home for claims arising from,

² Capitalized terms not otherwise defined herein shall have the meaning ascribed in the Motion.

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among other things, medical malpractice and actions arising under New York Public Health Code section 2801-d (the "HFH Policy"). The HFH Policy's policy number was PJ 12154, it was issued by Queeksbrook Insurance Limited, and it expired on January 20 2012. The HFH Policy was a "claims made" policy, which covers claims that are made during the HFH Policy's term. The HFH Policy, however, did provide a grace period for claims that arose during the HFH Policy's term and were made within sixty (60) days of the HFH Policy's termination date of January 20, 2012. Accordingly, for claims to be paid under the HFH Policy, they must have been noticed no later than March 20, 2012. SVCMC did not purchase a tail policy for Holy Family Home.

- The SVCMC Professional Liability policy did not cover claims originating at SVCMC subsidiary facilities such as Holy Family Home.
- 9. According to the Verified Complaint (annexed as Exhibit C to the Motion), the Decedent was a patient at Holy Family Home from March 25, 2010 through May 24, 2010 and subsequently from May 27, 2010 through June 6, 2010 and died on June 13, 2010. The Debtors' records, however, do not show that Holy Family Home ever put its carrier on notice of any claim having been made or asserted, or any event having been identified relating to the Decedent until PED SVCMC received a summons relating to the State Court Action in April 2013.
- 10. I have been advised by bankruptcy counsel that no proof of claim was filed by the Plaintiff or the Decedent in the Debtors' Bankruptcy Court proceedings. Because notice of a potential claim was no received until more than one year after the expiration of the grace period to file a claim under the HFH Policy and SVCMC did not maintain coverage that would be available to cover claims asserted in the State Court Action, no insurance coverage is available under any policy currently or previously held by PED SVCMC or any of the Debtors.

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Pursuant to 28 U.S.C. § 1746, I declare under penalty of perjury that the foregoing is true and correct.

Dated:

New York, New York

June 7, 2013

1 minothy J. Lenane

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EXHIBIT C

First Summons with Notice in the State Court Action

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SUPREME COURT OF THE STATE OF NEW YORK COUNTY OF KINGS

ELAINE GARVEY, as administratrix of the Estate of RONALD BROPHY, deceased.

Plaintiff.

-against-

LUTHERAN MEDICAL CENTER, METROPOLITAN
JEWISH HOME CARE, INC., METROPOLITAN
JEWISH LONG TERM HOME CARE,
METROPOLITAN JEWISH LHCSA, HOMEFIRST
LHCSA, INC., LUTHERAN AUGUSTANA CENTER
FOR EXTENDED CARE AND REHABILITATION, INC.,
HQLY FAMILY HOME, ST. VINCENT'S CATHOLIC
MEDICAL CENTERS OF NEW YORK 8/k/8 SAINT
VINCENT CATHOLIC MEDICAL CENTERS 8/k/8
SVCMC-ST VINCENTS MANHATTAN,
BENSONHURST CENTER FOR REHABILITATION
AND HEALTHCARE 2006 KFG OPERATING TWO, LLC.

HINGS COUNTY BLERK RECEIVED 2013 JAN -4 PM 3: 03

Index Number 2/8 - 2013
Date Filed 1-4-2013

Plaintiff designates KINGS County as place of trial. The basis of venue is plaintiff's residence.

SUMMONS WITH NOTICE

Defendants.

To the above named Defendants:

You are hereby summoned to answer the complaint in this action and to serve a copy of your answer, or, if the complaint is not served with this summons, to serve a notice of appearance, on the Plaintiff's Attorney within twenty (20) days after the service of this summons, exclusive of the day of service (or within 30 days after the service is complete if this summons is not personally delivered to you within the State of New York); and in case of your failure to appear or answer, judgment will be taken against you by default for the relief demanded herein

Dated: New York, New York January 3, 2013

> Sheryl R. Menkes Attorney for Plaintiff 325 Broadway, Suite 504 New York, New York 10007 212-285-0900

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Upon your failure to appear, judgment will be taken against you by default for the sum of TEN MILLION (\$10,000,000.00) DOLLARS with interest from January 3, 2013 and the costs of this action.

Notice:

The nature of this action is Negligence, Gross Negligence, Nursing Home Abuse. The relief sough is monetary, compensatory, and punitive.

Defendants Address:

Lutheran Medical Center 150 55th Street Brooklyn, NY 11220

Metropolitan Jewish Home Care. Inc. 440 Ninth Avenue, 14th Floor New York, NY 10001

Metropolitan Jewish Home Care, Inc. 6323 Seventh Avenue Brooklyn, NY 11220

Metropolitan Jewish Long Term Home Care 6405 Seventh Avenue Brooklyn, NY 11220

Metropolitan Jewish LHCSA 6323 7th Avenue Brooklyn, NY 11220

Homefirst LHCSA, Inc. 6323 Seventh Avenue Brooklyn, NY 11220

Lutheran Augustana Cemer for Extended Care & Rehabilitation, Inc. 5434 Second Avenue Brooklyn, NY 11220

Holy Family Home 450 West 33st Street Mezzanine Level New York, NY 10001

St. Vincent's Catholic Medical Centers of New York 450 West 33^M Street Mezzanine Level New York, NY 10001

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Saint Vincent Catholic Medical Centers 450 West 33th Street Mezzanine Level New York, NY 10001

SVCMC-St. Vincents Manhattan 450 West 33rd Street Mezzanine Level New York, NY 10001

Bensonhurst Center for Rehabilitation and Healthcare 1740 84th Street Brooklyn, NY 11214

KFG Operating Two, LLC 1740 84th Street Brooklyn, NY 11214

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Index No.: SUPREME COURT OF THE STATE OF NEW YORK COUNTY OF KINGS	
ELAINE GARVEY, administratrix of the Estate of RONALD BROPHY, deceased,	

Plaintiff(s).

-against-

LUTHERAN MEDICAL CENTER, METROPOLITAN
JEWISH HOME CARE, INC., METROPOLITAN
JEWISH LONG TERM HOME CARE,
METROPOLITAN JEWISH LHCSA, HOMEFIRST
LHCSA, INC., LUTHERAN AUGUSTANA CENTER
FOR EXTENDED CARE AND REHABILITATION, INC.,
HOLY FAMILY HOME, ST. VINCENT'S CATHOLIC
MEDICAL CENTERS OF NEW YORK a/k/a SAINT
VINCENT CATHOLIC MEDICAL CENTERS a/k/a
SVCMC-ST VINCENTS MANHATTAN,
BENSONHURST CENTER FOR REHABILITATION
AND HEALTHCARE and KFG OPERATING TWO, LLC,

Defen	dant(s).	1
******		ζ-
	SUMMONS WITH NOTICE	

SHERYL R. MENKES, ESQ. Attorney for Plaintiffs 325 BROADWAY, SUITE 504 NEW YORK, NEW YORK 10007 (212) 285-0900 (212) 658-9408 - Fax

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EXHIBIT D

Verified Complaint in the State Court Action

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SUPREME COURT OF THE STATE OF NEW YORK COUNTY OF KINGS

ELAINE GARVEY, as administratrix of the Estate of RONALD BROPHY, deceased,

Plaintiff,

-against-

Index Number: 218/2013

VERIFIED COMPLAINT

LUTHERAN MEDICAL CENTER, METROPOLITAN
JEWISH HOME CARE, INC., METROPOLITAN
JEWISH LONG TERM HOME CARE, METROPOLITAN
JEWISH LHCSA, HOMEFIRST LHCSA, INC.,
LUTHERAN AUGUSTANA CENTER
FOR EXTENDED CARE AND REHABILITATION, INC.,
LUTHERAN AUGUSTANA CENTER FOR EXTENDED CARE
AND REHABILITATION, HOLY FAMILY HOME,
ST. VINCENT'S CATHOLIC MEDICAL CENTERS
OF NEW YORK a/k/a SAINT VINCENT CATHOLIC
MEDICAL CENTERS a/k/a SVCMC-ST VINCENTS MANHATTAN,
BENSONHURST CENTER FOR REHABILITATION
AND HEALTHCARE and KFG OPERATING TWO, LLC,

Defendants.

Plaintiff, by his attorney, SHERYL R. MENKES. Complaining of the defendants, upon information and belief respectfully alleges as follows:

- L. At all times hereinafter mentioned, decedent RONALD BROPHY was a resident of the County of Brooklyn, State of New York.
- 2. At all times hereinafter mentioned defendant LUTHERAN MEDICAL.

 CENTER is a corporation existing under and by virtue of the laws of the State of New York, having its principal place of business located at 150 55TH STREET BROOKLYN, NEW YORK, 11220.

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- 3. Prior to and at all times hereinafter mentioned, defendant METROPOLITAN

 JEWISH HOME CARE, INC., was and still is a domestic corporation existing under and
 by virtue of the laws of the State of New York, having its principal place of business at

 440 9TH Avenue, New York, New York 10001 and branch offices located at 6323 Seventh

 Avenue, Brooklyn, New York 11220, and 6405 Seventh Avenue, Brooklyn, New York

 11220.
- 4. Prior to and at all times hereinafter mentioned, defendant METROPOLITAN

 JEWISH HOME CARE, INC., was authorized to do business and operate a Home Health

 Agency, Certified by the State of New York known as METROPOLITAN JEWISH

 HOME CARE, INC. .
- 5. Prior to and at all times hereinafter mentioned, defendant METROPOLITAN

 JEWISH HOME CARE, was authorized to do business as a Long Tern Home Health Care

 Program known as METROPOLITAN JEWISH LONG TERM HOME CARE with its

 principal place of business located at 6405 Seventh Avenue, Brooklyn, New York 11220.
- 6. Prior to and at all times hereinafter mentioned, defendant METROPOLITAN JEWISH LONG TERM HOME CARE, was an agent of METROPOLITAN JEWISH HOME CARE, INC.
- 7. Prior to and at all times hereinafter mentioned, defendant METROPOLITAN JEWISH HOME CARE, INC., was doing business as METROPOLITAN JEWISH LONG TERM HOME CARE.
- 8. At all times hereinafter mentioned, defendant HOMEFIRST LHCSA, INC. was a domestic corporation duly existing under and by virtue of the laws of the State of New

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York, having its principal place of business at 6323 Seventh Avenue, Brooklyn, New York 11220 and the operator of METROPOLITAN JEWISH LHCSA located at 6323 Seventh Avenue, Brooklyn, New York 11220.

- 9. Prior to and at all times hereinafter mentioned, defendant METROPOLITAN

 JEWISH LHCSA, was a Home Care Services Agency licensed by the State of New York, having its principal place of business at 6323 Seventh Avenue, Brooklyn, New York

 11220.
- 10. Prior to and at all times hereinafter mentioned, defendant HOMEFIRST LHCSA, INC., was doing business as METROPOLITAN JEWISH LHCSA located at 6323 Seventh Avenue Brooklyn, New York 11220.
- 11. Prior to and at all times hereinafter mentioned, defendant LUTHERAN AUGUSTANA CENTER FOR EXTENDED CARE AND REHABILITATION, INC., was a domestic corporation existing under and by the virtue of the laws of the State of New York having its principal place of business at 5434 Second Ave., Brooklyn, New York 11220, and operator of a nursing home facility known as LUTHERAN AGUSTANA CENTER FOR EXTENDED CARE AND REHABILITATION INC., located at 5434 Second Avenue, Brooklyn New York 11204...
- 12. Prior to and at all times hereinafter mentioned, defendant LUTHERAN AUGUSTANA CENTER FOR EXTENDED CARE AND REHABILITATION, INC., was a nursing home facility licensed by the State of New York, with its principal place of business, at 5434 Bath Avenue, and was operated by LUTHERAN AGUSTANA CENTER FOR EXTENDED CARE, INC.,

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- 13. Prior to and at all times hereinafter mentioned, defendant ST. VINCENT'S CATHOLIC MEDICAL CENTERS OF NEW YORK a/k/a SAINT VINCENT'S CATHOLIC MEDICAL CENTERS a/k/a SVCMC-ST VINCENT'S MANHATTAN, was a not for profit domestic corporation existing under and by virtue of the laws of the State of New York, having its principal place of business at 450 West 33rd Street New York, New York 10001.
- 14. Prior to and at all times hereinafter mentioned, defendant ST. VINCENT'S CATHOLIC MEDICAL CENTERS OF NEW YORK a/k/a SAINT VINCENT CATHOLIC MEDICAL CENTERS a/k/a SVCMC-ST VINCENTS MANHATTAN operated a nursing home facility known as HOLY FAMILY HOME having its principal place of business located at 1740 Bath Avenue, Brooklyn, New York 11214.
- 15. Prior to and at all times hereinafter mentioned, defendant HOLY FAMILY HOME was licensed by the State of New York to operate as a nursing home facility with its principal place of business located at 1740 84th Street Brooklyn, New York 11214.
- 16. Prior to and at all times hereinafter mentioned, KFG OPERATING TWO LLC, was a domestic limited liability corporation existing under and by virtue of the laws of the State of New York having its principal place of business at 141-16 72ND AVENUE FLUSHING, NEW YORK, 11367, and was operating a nursing home facility known as BENSONHURST CENTER FOR REHABILITATION AND HEALTHCARE.
- 17. At all times hereinafter BENSONHURST CENTER FOR REHABILITATION AND HEALTHCARE was licensed by the State of New York to operate as a nursing home with its principal place of business located at 1740 84th Street, Brooklyn, New York 11214.

- 18. Decedent is represented in the herein action by his daughter ELAINE GARVEY, administrator of his estate.
- 19. This action falls within one or more of the exceptions as set forth in CPLR Sections 1602, 1602(1), 1602(2), 1602(3), 1602(4) 1602(5), 1602(6), 1602(7), 1602(80, 1602(9), 1602(10), 1602(11), and 1602(12) of the State of New York.

AS AND FOR A FIRST CAUSE OF ACTION PURSUANT TO NEW YORK PUBLIC HEALTH LAW §§2801-d AND 2803-c

LUTHERAN AUGUSTANA CENTER FOR EXTENDED CARE AND REHABILITATION, INC.

- 20. Prior to and at all times hereinafter mentioned defendant LUTHERAN

 AUGUSTANA CENTER FOR EXTENDED CARE AND REHABILITATION, INC.,
 was authorized to do business as and to operate a nursing home facility at 5434 Second

 Avenue, Brooklyn, New York 11220.
- 21. Prior to and at all times hereinafter mentioned defendant LUTHERAN

 AUGUSTANA CENTER FOR EXTENDED CARE AND REHABILITATION, INC. was
 doing business as a nursing home known LUTHERAN AUGUSTANA CENTER FOR

 EXTENDED CARE AND REHABILITATION, INC. located at at 5434 Second Avenue,

 Brooklyn, New York 11220.
- 22. Prior to and at all times hereinafter mentioned, defendant LUTHERAN AUGUSTANA CENTER FOR EXTENDED CARE AND REHABILITATION, INC., INC., owned a nursing home facility located at 5434 Second Avenue, Brooklyn, New York 11208.
- 23. Prior to and at all times hereinafter mentioned, defendant LUTHERAN

 AUGUSTANA CENTER FOR EXTENDED CARE AND REHABILITATION, INC.,,

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operated a nursing home facility located at 5434 Second Avenue,. Brooklyn, New York 11208.

- 24. Prior to and at all times hereinafter mentioned, defendant LUTHERAN AUGUSTANA CENTER FOR EXTENDED CARE AND REHABILITATION, INC., INC., was the lessor of a nursing home facility located at 5434 Second Avenue. Brooklyn, New York 11208.
- 25. Prior to and at all times hereinafter mentioned, defendant LUTHERAN AUGUSTANA CENTER FOR EXTENDED CARE AND REHABILITATION, INC., maintained a nursing home facility located at 434 Second Avenue. Brooklyn, New York 11208.
- 26. Prior to and at all times hereinafter mentioned, defendant LUTHERAN AUGUSTANA CENTER FOR EXTENDED CARE AND REHABILITATION, INC., managed a nursing home facility located at 434 Second Avenue, Brooklyn, New York 11208.
- 27. Prior to and at all times hereinafter mentioned, defendant LUTHERAN AUGUSTANA CENTER FOR EXTENDED CARE AND REHABILITATION, INC., supervised a nursing home facility located at 434 Second Avenue, Brooklyn, New York 11208.
- 28. Prior to and at all times hereinafter mentioned, defendant LUTHERAN AUGUSTANA CENTER FOR EXTENDED CARE AND REHABILITATION, INC., INC., inspected a nursing home facility located at 434 Second Avenue, Brooklyn, New York 11208.
 - 29. Prior to and at all times hereinafter mentioned, defendant LUTHERAN

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AUGUSTANA CENTER FOR EXTENDED CARE AND REHABILITATION, INC., controlled a nursing home facility located at 434 Second Avenue, Brooklyn, New York 11208.

- 30. Prior to and at all times hereinafter mentioned defendant LUTHERAN AUGUSTANA CENTER FOR EXTENDED CARE AND REHABILITATION, INC., had possession and/or control of the building located at 434 Second Avenue, Brooklyn, New York, 11208, the building where the nursing home is located.
- 31. Prior to and at all times hereinafter mentioned, defendant LUTHERAN AUGUSTANA CENTER FOR EXTENDED CARE AND REHABILITATION, INC., INC., conducted business as a nursing home facility at 434 Second Avenue. Brooklyn, New York 11208, licensed by the State of New York and defined under New York Public Health Law Section 2801(2).
- 32. Prior to and at all times hereinafter mentioned, defendant LUTHERAN AUGUSTANA CENTER FOR EXTENDED CARE AND REHABILITATION, INC., was the lessee of a nursing home facility located at 434 Second Avenue, Brooklyn, New York 11208.
- 33. Prior to and at all times hereinafter mentioned, defendant LUTHERAN AUGUSTANA CENTER FOR EXTENDED CARE AND REHABILITATION, INC., conducted business as a residential health care facility at 434 Second Avenue. Brooklyn, New York 11208, licensed by the State of New York and defined under New York Public Health Law Section 2801(3).
- 34. Prior to and at all times hereinafter mentioned, defendant LUTHERAN AUGUSTANA CENTER FOR EXTENDED CARE AND REHABILITATION, INC., had

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possession and/or control of the building located at 434 Second Avenue Brooklyn, New York 11208.

- 35. Prior to and at all times herein after mentioned, defendant LUTHERAN AUGUSTANA CENTER FOR EXTENDED CARE AND REHABILITATION, was a facility providing therein nursing care to sick, invalid, infirm disabled or convalescent persons in addition to lodging and board or health related services pursuant to New York Public Health Law Section 2801(2).
- 36. Prior to and at all times hereinafter mentioned, defendant LUTHERAN AUGUSTANA CENTER FOR EXTENDED CARE AND REHABILITATION, INC., was a nursing home as within the meaning of Public Health Law Section 2801(2).
- 37. Prior to and at all times hereinafter mentioned, defendant LUTHERAN AUGUSTANA CENTER FOR EXTENDED CARE AND REHABILITATION, INC., was a residential health care facility within the meaning of Public Health Law Section 2801(3).
- 38. Prior to and at all times hereinafter mentioned, defendants' nursing home was a facility subject to provisions of Public Health Law Sections 2801-d; 2803-c; as well as the rules and regulations set forth in 42 U.S.C. Section 1395(I) et seq., 1396(r) (1990) et. seq. as amended by the Omnibus Budget Reconciliation Act of 1987 (OBRA Regulations) 42 Code of Federal Regulations Parts 483, setting Medicare and Medicaid Requirements for long term facilities ("OBRA" regulations) as effective October 1, 1990 and 10 N.Y.C.R.R. Part 415.
- 39. Prior to and at all times hereinafter mentioned, the nursing home operated by defendants and/or corporate defendants was a "nursing facility" as defined by 42 U.S.C.A.

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Section 1396(r) (1990).

- 40. Prior to and at all times hereinafter mentioned, defendants' nursing home was a licensed nursing home as such term is understood in law, and it filed its licensure application and renewals thereto with the State of New York Department of Health.
- 41. Prior to and at all times hereinafter mentioned, defendants' nursing home was certified for participation in the Medicaid Program as an intermediate skilled care facility.
- 42. Prior to and at all times hereinafter mentioned, by reason of selection to participate as a long term care provider, defendants were able to enjoy substantial revenues paid for by tax fare funded government programs.
- 43. Prior to and at all times hereinafter mentioned, the aforementioned government programs provided defendants with a guaranteed source of income and a continual flow of residents whose care was paid for by the Medicaid Program or some other tax payer funded program.
- 44. Prior to and at all times hereinafter mentioned, defendant LUTHERAN AUGUSTANA CENTER FOR EXTENDED CARE AND REHABILITATION, INC., actively sought patients with similar medical needs as plaintiff/decedent RONALD BROPHY in order to fill its empty beds, increase its rate of occupancy and overall revenues.
- 45. Prior to and at all times hereinafter mentioned plaintiff/decedent RONALD BROPHY was the kind of resident whose care paid for by the government, defendants actively sought in order to fill their empty beds and to increase their rate of occupancy.
- 46. At all times relevant to this Complaint defendant, LUTHERAN AUGUSTANA CENTER FOR EXTENDED CARE AND REHABILITATION, INC., was a proprietary

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corporation engaged in the for profit operation of a nursing home, LUTHERAN

AUGUSTANA CENTER FOR EXTENDED CARE AND REHABILITATION, INC.,
which claimed to "specialize" in the care of helpless individuals who are chronically
infirm, mentally dysfunctional and/or in need of nursing care and treatment.

- 47. Prior to and at all times hereinafter mentioned, in an effort to ensure that RONALD TROPHY and other patients whose care was funded by the government were placed at Defendant Nursing Home, defendants held themselves out to the New York Department of Health, the New York Dept. Of Social Services, and the public at large as being:
 - (a) Skilled in the performance of nursing, and other medical support services;
 - (b) Properly staffed, supervised and equipped to meet the total needs of its nursing home resident;
 - (c) Able to specifically meet the total nursing, medical and physical therapy needs of Plaintiff/Decedent and other residents like her.
- 48. Additionally, in the case of plaintiff/decedent RONALD TROPHY, said defendants made specific representations to plaintiff regarding the quality and quantity of professional medical and nursing care upon which the family of plaintiff/decedent RONALD TROPHY placed their trust in said defendants.
- 49. At all times relevant to this complaint, defendants their principals, supervisors, agents, offices, employees, independent medical personnel, independent contractors, and/or JOHN/JANE DOE Administrator; JOHN/JANE DOE Assistant Administrator; JOHN/JANE DOE Director of Nursing; JOHN JANE DOE Assistant Director of Nursing; JOHN/JANE DOE Medical Director; JOHN/JANE DOE Assistant Medical Director, or any or all of the corporate defendants stockholders, employees independent medical personnel or independent contractors of Defendant Nursing Home, all well aware of